App. P.R. 4

1925-26
Mel)

Mel File No. 96-25

Previous References
Mel 127 * 23 - 1-13
exempt

Serial Nos. 1, 7

Later references.
Mel 82-26 B/1326
Mel 5-30 (19,46)

GENERAL AND REVENUE SECRETARIAT

Serial Nos

Part B for October 25

SUBJECT

Certain proposals of the Bangalore City Municipal Council in connection with the Water Supply Improvement

G.O. No. L4317-9 dated 8/12/25

Passes orders on the scheme forwarded by the Bangalore city

(For Disposal at a Meeting)

No. C. 187
9 1925-6

GENERAL AND REVENUE SECRETARIAT

Council Matter

SUBJECT

(Clause xii of the Schedule)

Certain proposals of the Bangalore City Municipal Council in connection with the Water Supply improvement Scheme.

CIRCULATED TO THE MEMBERS OF COUNCIL.

By Order,

26th October 1925

Chief Secretary to Government.
in charge

Extraordinary Member of Council.

First Member of Council. 27/10

Second Member of Council. 20/10/25

3787 27/10

Extra Member of Council.

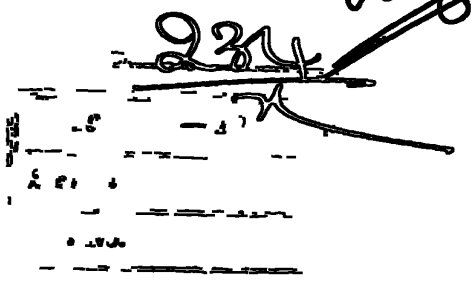
REPLY

(To be written on this margin)

Office of the Dewan of Mysore.

NOTE

Dated 15th July ...1925



The scheme for the improvement of the Bangalore Water Supply has to be placed before the Finance and Taxation Committee in accordance with the promise made in the Legislative Council The Dewan will be glad if action is taken urgently in the matter

B O

Private Secretary to Dewan

Financial Secretary
with compliments

The Land Dept is requested to send the Connected file to me and initiate what papers it may be circulated to members of the Committee to give them an idea of the scheme and the favour of very early compliance is requested

15/7/25

The file was submitted with a draft of this but has returned the Branch yet

15/7

Letter of 20th No L 509 - 12/Rl 127-28-18

dated 22nd July 1925 owned on the subject

is ~~[illegible]~~ submitted This gives a detailed history of the scheme.

Ec HK 24/7/25 24/7/25 If required this file will be submitted also

1 & 2 Secs)

MB 24/7

Fin (Sec) 3
Ln M (compl) 3

MB 24/7

MB 25/7/25

I think it enough to supply the Members with copies of the order of 22/7/25 It contains all the information which they may require It also contains the Concessions which the Court are prepared to show to the Municipality and to on these Concessions that the opinion of the Committee is invited.

The other Subjects to be referred to the Committee are the reorganisation proposals of the Comptrs office and the Audit Depts. I have reminded the Comptr & Audr to send the memorandum explaining the decisions required in this behalf.

All the above three may be referred for consideration the Committee at one and the date of the meeting be fixed by the first Member as soon as Comptrs memorandum papers regarding Audit matters are received for circulation to the Committee.

TWAN'S OFFICE
RECD ON 29 JUL 1925
Diary No 1509

MB 30/7

Dewan
First Member &
Chairman
Committee

29/7 MB 29/7/25

GRS 11

1925-26

GENERAL AND REVENUE SECRETARIAL

(Revenue)

NOTES

File No 96-26

FILE HEADING

~~Improvements to the~~ Bangalore city Water Supply Scheme and the mode of financing of it

From

The Revenue Commr, Bangalore city

29/25-26 Dated 21-8-25 Received 22-8-25

No 1860 L Enclos 3 Spl Cpl Serial No /

FILE ABSTRACT OF LETTER

Submits for sanction a scheme showing the ways and means for providing for meeting Recurring, Interest charges and the maintenance charges of the Bangalore city Water Supply Improvement scheme sanctioned in G O No L 509-12/Rl 127-23-13 dt the 22d July 1925

NOTES AND ORDERS

In connection with the question of financing the Bangalore Water Supply ~~Scheme~~ improvement Scheme, in para 10 of the order No L 509-12/Rl 127-23-13 dt the 22d July 1925 directed as follows ...

Notes—First Sheet

C I S—30 000 27-6-31

R S III R,

General and Revenue Secretariat | PL File No. 96 of 1925

Serial No

as follows:-

1) That the Bangalore Water Supply Improvement Scheme including the Joint Scheme of the C & M Stations Bangalore towards which (C & M) Station will contribute half share be approved;

2) that the Government sanction outright grant of one-third of the total estimated Cost of the Scheme relating to Bangalore city, provided

(a) that the Bangalore city Municipal Council find the remaining two-thirds of the cost as follows. 2 Lakhs from their own cash reserve, or as much as they can safely contribute subject to a minimum of one Lakh leaving a sufficient balance after provision is made for meeting the urgent remunerative Capital works coming thereon year and the balance of the two-thirds [illegible] loan from Govt at 5 per cent

Form—Cloth sheet

General and Revenue Secretariat | File No. 96 of 1925

Serial No

sum for a period of not less than 25 years and not more than 30 years according to the financial scheme of ~~improvement~~ repayment that may be made approved by Govt when proposals under (d) infra are submitted by the Rural Council,

(b) that the Rural Council shall provide for Sinking Fund and interest charges out of their current revenues,

(c) that the Rural Council will bear completely the maintenance charges of the works from 1st July 1926 and

(d) that the Rural Council shall submit a scheme showing the ways and means for complying with the above two conditions specifying additional resources on which such a scheme is to be

2 The Rural Council have accordingly submitted a scheme showing the ways and means for providing for Sinking Fund and

Serial No

and interest charges as well as the annual maintenance charges of the improved water supply out of their current revenues.

In connection with the above scheme the following resolutions were passed by the Municipal Council

1) That the Council accept with thanks the interest grant of 1/3 of the total estimated cost of the scheme and the advancement of the sequence grant at 6 per cent simple for 30 years,

2) that as regards paying out of their revenue a minimum contribution of Rs (illegible) as directed by Govt, Council request that the contribution may be limited to Rs 75,000/- simply for the purpose of calculation being rendered easy and workable;

3) that the scheme outlined in Annexure A showing the ways and means for providing for Sinking Fund and interest charges out of the current revenues of the Municipal Council and for bearing the maintenance charges may be remembered in toto,

Norm—Contin. slips.

eral and Revenue Secretariat | Fl File No 96 of 1925—

Serial No

4) that, in view of the fact that Govt are not prepared to transfer the management of the Water Works to the Kmal Council as directed in para 13 of the said order, the council request that Govt pay 1/3 of the maintenance charges, the remaining 2/3 being paid by the the Kmal Council from their own revenues from the date the new Water Works scheme is put into operation or from 1st July 1926;

5) that the transferred at least the city portion of the Western System of Water Works may be reverted from 1st July 1926 or from the date on which the new improvements are actually effected and notified to the Council, and

6) that the Council request that at least 4000 additional meters to ensure economy may be installed during the year etc and that the Chief Engr may be asked to make necessary provision in therefor in his budget for the current year. (1925-26)

If the facts that are not forthcoming the Control Water Works to the Kmal Council, the Council request that

If the Drinking Fund is proposed to be maintained at the Board of Revenue, and it is said that the Presidents of the Kmal Council

Above

App F III—4]

WD 0669—GLB—40 000—11 7

File No

of 192

General and Revenue Secretariat

Serial No

NOTE—Centre Sheet

[App (F) III

of 1925

Land Revenue Secretariat

Ml File No 96

Serial No

Council has negociated with the Bank of Mysore who has agreed to maintain the present rate of 5½ percent to be compounded for every quarter and that after sometime if Govt is accorded to this proposal, the matter will be finally settled with the approval of the Executive Council.

HK

4h/25 28/8 In connection with the improvement of the House Connection Water charges, rules amending the existing rules are under consideration in the Mysore Secrett. For such legislation, the Municipal Council have to submit proposals after publication of the necessary rules in the Gazette. The scheme outlined in Annexure A has to be scrutinised in the Secrett perhaps +

ND 28/8

L L Rice)

6 The Financial Secrett may perhaps be consulted regarding the scheme outlined in Annexure A.

7 As regards the proposal of Municipal Council to pay Rs 75,000 out of the Reserve, the sum is too small in view of the large Reserve already created. The opinion of the Govt Secrett is not in favour of allowing the Municipal Council to keep their Reserve in Govt Securities money

Note- Contn Sheet

App. F III—2]

File No. of 192

WD 0566—GPB—40,000—

General and Revenue Secretariat

Serial No.

NOTE—Count Sheets

and Revenue
at

Rl File No 96 of 1925

Serial
No

To the Finance may perhaps be consulted on the point also
Dewan)

9 To whole
and Chairmans
relating thereto

52 - 25

9 25

Hesm)

10 Municipal contributions from its revenu
This is being sub[illegible] settled down Rup
two lakhs as proposed in the first instance
it was subsequently limited to a minimum of 5
lakh The Municipal Council in its resolutio
reduced it to Rs 75 000 while in the Commi
sioner's communication to Government on this
subject it is further proposed to be reduced
to Rs 66 000 I have always held the opinion
that the Municipality should be required to cont
bute as large a share as possible out of its
existing resources and that its loan obliga-
tions should be correspondingly reduced The
plea of convenience in calculation cannot be
accepted as there is no difficulty whatever

in

Serial No.

in calculating sinking fund and interest charges on any loan sum, whether an even lakh or an odd amount The minimum has been fixed in the Government order issued on the subject at Rs one lakh and it is necessary to adhere to this limit, at least

Sinking Fund for repayment of loan borrowed from Government - The elaborate arrangements proposed by the Municipality are, I think, not necessary The repayment need not be in one lump sum after the expiry of the aggregate period allowed for the currency of the loan- The annual sums which the Municipality can spare for this purpose may be paid over to Government and the debt and interest charges reduced from year to year The Municipality can, according to its calculations, afford to spare a sum of Rs 39,000 annually for this purpose This amount may first be utilised for meeting the interest charge and the balance adjusted towards the reduction of the debt

Charges for maintenance and operation - On the ground that the Government continue to retain control and management, the Municipality proposes that one-third of these charges should be borne by Government This request cannot, I think, be entertained It is a standing grievance of the other parts of the State that the liabilities which should be borne by the rate payers in the two Cities, are met from State revenues

The

NOTE—Cinta Sheet

and Revenue Secretariat | Ml File No. 96 of 1925

Serial No

The whole case now under consideration is for the transfer of the financial responsibility for the water works to the Municipality The arrange e u under which the Municipality has to pay for the works, while the control and manage ent vest in Government is not an ideal one and from its own point of view the Municipality may have some theore tical objection to it But the facts of the situation, as detailed in para 13 of the Orde 22 25 have to be faced In the circumstances as they stand the Municipality has to be content with the opportunities of consultation proised to be afforded to them I may add that the scheme submitted by the Municipality has taken the whole demand and not only two-thirds into calculation and shown that it can meet it fro the resources pointed out

13 Savings from new water works under electric charges and water charges paid to the Civil & Military Station - Rs 45,000 - I do not know what the savings under electric charges are If they refer to any reduction in the rate for power it cannot be counted upon as the Chief Electrical Engineer has stated that the rate cannot be reduced Whether the estimate of the saving expected from not having to pay water charges to the Civil & Military Station is correct is a point for verification

14 Additional income from unmetered 200 house Rs 60,000 The accuracy of this estimate also requires ve fication

By

App r III—4]

WD 0x 3—(I B 40 0,0 q _

File No of 19_

General and Revenue Secretariat

Serial No	

Note—Con t heet

and Revenue Secretariat

File No 96 of 1925

Serial No.

16111

15 Forwarded unofficially to the Chief Engineer with request for favour of opinion as regards para 6 of the Municipal Commissioner's letter & annexure A thereto, also in regard to paras 13 & 14 of the note. The items referred to in the letter are mentioned also in the annexure A

5/9/25

By order
for Local Secretary

Returned, with compliments, to the Secretary to Government, Local and Legislative Departments

16 Para 6 of the Municipal Commissioner's letter

In regard to the flat rate of annas 4 for every house connection and rates for excess water charges and charges for water consumed in Government Institutions reference is invited to G O No M 1088-93 dated the 2nd October 1925

17 Para 9 of the Municipal Commissioner's letter

The cost of providing meters for every house connection will be more than a lakh of rupees It is considered unnecessary to fix meter for each house connection especially as a flat rate of 4 annas is proposed to be recovered per month It would be sufficient if only such houses as are expected to consume more than the free allowance are metered

18 In regard to the request of the Municipality that provision may be made for the installation of

14 OCT

Contd Sheet

Serial No

meters during this year, it may be stated that as the work is an original one, and of a capital nature, the entire cost has to be borne by the Municipality. If funds are forthcoming, arrangements will be made for fixing meters for as many house connections as possible

Para 13 of the Secretariat notes- Savings under electric charges -

When the rising main is duplicated, the head will be reduced and more water can be pumped proportionately with the present power consumption and consequently there will be savings in power consumed and there would also be no necessity to purchase water from the Civil and Military Station The savings of Rs 40,000 shown by the Municipality is, in my opinion a little too high When the main is duplicated, the consumption of water in the City is bound to increase and consequently the working expenses will be somewhat higher The maximum savings that could be expected may be put down at Rs 40,000

20 Para 14 of the notes - Re additional income that would accrue from metering 3200 houses -

There are no doubt 3200 house connections which are unmetered. Even though these are metered, such a large sum as Rs 50,000 cannot be expected, as many of the house owners consume only to the extent their free allowance The only source of certain income is that derived from the levy of the flat rate of annas 4 for each connection The income from excess water charges may not exceed Rs 25,000 if all the houses are metered

Serial No

2/ In para 8 of the Municipal Commissioner's letter, reference is made to the control of the distribution system In this connection I would like to point out that the distribution system will improve only when the works now proposed to be carried out are completed, and not by any change in the agency The distribution may be taken over by the Municipality if they want to but I doubt if in actual working the dual control will prove satisfactory

Chief Engineer of Mysore

Bangalore
12th October 1925

Points (2) and (3) were discussed at great length and the Committee came to the unanimous conclusion that the loan required by the Municipality might be advanced by Government and charged interest at 5 per cent , this concession being allowed to it in view of the fact that Government would be completely relieved of the annual charges of maintaining the Water Works

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For information Further action in regard to each case will be taken in due course The Committee did not find time consider the Amrut Mahal Department reorganiza on

(Id) M N K /10-9-25

DEWAN)

Draft order for consideration in Council may be put up

(Id) A R.B /12-10-25

L & L Secretary
with compliments.

App x III—4]

WD 0663—GLB 40 000—

File No of 19_

[illegible] Revenue
Secretariat

Serial No		

CONFIDENTIAL

Extract from the Proceedings of the meeting of the Finance and Taxation Committee

---

The Committee met at Mysore on two days, viz 3rd and 6th October 1925

On the 3rd October 1925, all the members were present and the Government Order No L 509-512/Muni.127-23-13 dated the 23rd July 1925 relating to the financial assistance proposed to be granted by Government to the Bangalore City Municipality for meeting its share of cost of the scheme for improving the Chamarajendra Water Works was considered

The Committee agreed unanimously to the free grant by Government of one-third of the cost of the scheme

As regards the loan of Rs 6 lakhs proposed to be granted by Government to the Municipality, the following points were discussed

(1) Amount of loan to be raised by the Municipality,

(2) Whether Government should advance the loan or the Municipality should raise it in the open market with the guarantee of Government,

and (3) The rate of interest which the loan should carry

Messrs B Narasinga Rao, C Narasimiah and B L. Byanna considered that the loan to be raised by the Municipality should be reduced to Rs 4 lakhs, the remaining amount being found from the balance at its credit The other members, viz , Messrs Fd Abbas Kahn, G. Paramasiviah and D S Mallappa were of opinion that the contribution of the Municipality from its surplus balance should be limited to about three-fourths of a lakh and the rest of the demand (about Rs 6 lakhs) met by borrowing

Points

General and Revenue Secretariat | File No 96 of 1925

Serial No

22nd Dec. Draft as directed by Mr. Dewan on the report of the Finance Committee a draft is submitted for consideration & orders)

23 Dewan

15/10/25

Received 22 OCT 1925 3071

Draft approved

23/10

Draft has to be considered in Council perhaps (vide Dewan orders 23/10/25)

& Chief Sec? Legis Comp 15

23/10/25

CS 23/10/25

NOTE– Co to Sheet

App. F III—2]

WD 0000—GPS—40,000—8/

File No. of 192

General and Revenue Secretariat

Serial No

Note—Contn. Sheet

Meeting of the Council of His the Maharaja held at Bangalore on the 12th November 1925.

77. **Subject. - Clause xii of the schedule.**

Certain proposals of the Bangalore City Municipal Council in connection with the water-supply improvement scheme.

OPINION OF THE COUNCIL.

The draft order may be approved.

(Signed) A. R. BALUSWI,

Dewan of Mysore

EXTRACT

Secretary to Government

WD 433—GPB—1 000—1 9 20

7

General Secr

File No of 191

Subject - Certain proposals of the Bangalore City Municipal Council in connection with the water-supply improvement scheme

Extract from the Proceedings of the Council is put up

Forwarded with compliments to the Financial Secretary to Government, under paragraph 9 * of the Government Order No G 17572 8—G M 676 17 1 dated 22nd June 1918

By Order

Chief Secretary to Government

9 ( ) If th w p sed by th
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neral and Revenue) Secretariat

File No 96 of 192 5.

Serial No

Please type the DSP portion

28/11/25

At typed D & P to Secret

24 19/11/25 19/11/25 L L Rees) 19/11/25

A typed D & P, returned as submitted

Devan

20/11

21 NOV 1925

Note—Contn Sheet

WD 0569—GPB—40,000—31

File No

of 192

General and Revenue
Secretariat

Serial
No

Note—Contn Sheet

Submitted to His Highness

In Government Order No L 509-12/M1 127-23-13 dated the 22nd July 1925 orders approving generally the Bangalore Water Supply Improvement Scheme proposed by the City Municipal Council and the Civil and Military Station authorities were issued with the gracious approval of His Highness The Government promised certain financial assistance subject to certain conditions and asked the Bangalore City Municipal Council to submit a scheme - showing the ways and means for complying with the conditions

2 While gratefully thanking Government for the outright grant of one-third the total estimated cost of the Improvement Scheme and for advancing the loan at [illegible] per cent for a period of not less than 25 years and not more than 30 years the Municipal Council have proposed the following ways and means for financing their share of the cost of the scheme --

(i) That the contribution to be paid by the Council out of their reserve be limited to Rs 70 000/- for the purpose of calculation being rendered easy and workable

(ii) That as regards the ways and means for Sinking Fund and Interest charges out of the current revenues of the Municipal Council and also for bearing the maintenance charges the scheme outlined in annexure A may be sanctioned in toto.

(iii) That, in view of the fact that Government are not prepared to transfer the management of the Water Works to the - Municipal Council Government do pay one-third of the maintenance charges the remaining two-thirds being paid by the Council from their own revenues from the date the new Water Works Scheme is put into operation or from 1st July 1926 and that at least the control of the City portion of the distribution of Water Works be transferred

to the Council from 1st July 1928 or from the date on which the new improvements are actually effected and notified to the Council, and

(iv) That orders may be issued for installing at least 1,000 additional meters to house connections during the year and that the Chief Engineer be asked to make necessary provision therefor in his budget for the current year (1928-29)

The Sinking Fund which is calculated on the basis of raising a loan of Rs 6 lakhs and repayment in 30 years, is proposed to be maintained at the Bank of Mysore Ltd , and the President of the Municipal Council is said to have accordingly negotiated with the S Manager of the Bank for the maintenance of the Fund at 6½% interest to be compounded for every quarter

The terms offered by Govern ent in their order of the 22nd July 1928 relating to the financial assistance proposed to be granted by them to the Municipal Council was also considered by the Finance and Taxation Committee. This Committee had no objection to the grant of the loan by Government at 6 per cent interest and also to a contribut on of Rs 75,000/- promised by the Municipal Council towards the cost of the scheme out of their revenue fund The Government at first requested the Council to contribute Rs 2 lakhs out of their reserve and subsequently fixed it at Rs1 lakh. The Municipal Council, however, wanted the amount of contribution to be reduced to Rs 75,000/- for easy calculation of Sinking Fund charges, etc.

It is considered desirable to require the Municipal Council to contribute as large a share as possible out of their existing revenues and to insist upon their paying Rs 1 lakh therefor as N already ordered in Government Order of the 22nd July 1928 so as to minimise their liability in respect of the loan

The Municipal Council have proposed very elaborate arrange- ments in regard to the creation of a Sinking Fund for repayment of the loan to be borrowed from Government. Government [illegible]

this unnecessary The loan may be repaid in 30 years, but that the repayment need not be in one lump-sum after the expiry of - the aggregate period allowed for the currency of the loan The annual sums which the municipal Council can conveniently pay for this purpose may be credited to Government in reduction of debt The Municipal Council can according to their calculations afford to set apart Rs 39 000 annually for this purpose Out of this sum the interest may first be paid and the balance credited - towards the principal

As regards the charges for maintenance etc the Municipal Council propose that in view of the fact that the Government - continue to retain control and management of their Water Works one-third of the charges should be borne by Government It is not possible to comply with this request for reasons stated in para 13 of the order of July 1925 It is therefore proposed to require the Municipal Council to pay the full charges for - Water Supply maintenance from 1st July 1926

The Government Order drafted on the above lines and approved in Council is submitted for the gracious approval of His Highness

Dated Bangalore
22nd November'25

DKR

Record of Cases submitted for the Orders of His Highness the Maharaja

No 358
23 11 1925

Subject

Draft order on the Bangalore Water Supply Improvement Scheme

397

Order

2/12/25

Secy to G

B DEC 1925

and

C182

Certain proposals of the Bangalore City Municipal Council in connection with the water supply improvement Scheme

(*)

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38 Th S t ed
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Members

34 I ll ther ea th fil
will first b rcl ted t th Men
bers f C l t h dq t rs
and then se t t th Secr t t
concerned f r th f order

Circulated to Members of Council for perusal of His Highness orders bef ore /after is ue of orders (*Vide* Rules 31 33 and 34 of the Sub idiary Rules for th conduct of business of Council in the Manual of Council Rules and Procedur)

Chief Secretary to Government

Through the Secretary to Government

Depa tment

FIRST MEMBER OF COUNCIL

SECOND MEMBER OF COUNCIL

EXTRA MEMBER OF COUNCIL

Secy Ltd with Compts

NOTE- Contn. sheet.

and Rev Secretariat

File No 1360

of 192

Serial No

Mr Trappell now other
L Wdy) 7/12/25

Issue
8/12

Ref Fl Secy's note dy 14/11/25 (Pt 17)
Approved by H.H Draft of fair Subd
14/12 (The change intended by 7/D on Pt 17 has been adopted in the fair)

Fl 1575
14/12
309

Fwd Sec

CB
15-12 25

Issue order
16/12/25

Fl 3433 dated 16 12 25

Pt note 4317-24 dy 14/16 12 25 Dy Resident city and Bangalore, comptr with Fwd Secy Chief Engr. Passes orders on the Scheme forwarded herein Bangalore city and

B
14/12
16/12

App F III—2]

WD 0569—GPB—40 000

File No

of 192

General and Revenue Secretariat

Serial No

NOTE—Contn Sheet

136

25

General

SUBJECT AT MEMO'S INTERVIEW TO-DAY

GENERAL REVENUE SECTION 4023 16 DEC 25

L 53 Mysore Water Supply scheme H /e orders have been passed. In what stage is it?

DEWAN'S OFFICE 16 DEC 1925 4500

(Intd) B.N.
9-12

Assistant Secretary,
L.S.G Branch

Take extract of each separately and note and put up
Intd T K S.
9-12-

B R Rao
9.12

The main file on the subject was sent to the Council Section on 4-12-25 for consideration in Council as ordered by the Dewan vide a Note re Selection of rate for Electric

247 Power

PRB 10-12-25

Intd)
Dewan

15/12

File Sent to Engineer on 16-12-25

2

16/12

Put up draft order

17/12

Draft order signed and sent to Secretariat

17-12-25

General and Revenue Secretariat

File No. 1360 4D 23

of 192

Serial No

The new file is to be submitted to the
Secretariat

Dewan.

SWAN
18 DEC 1925
No. 455

WD 0569—GPB—40 000—31

File No

of 192

General and Revenue Secretariat

Serial No

NOTE—Contn Sheet

OFFICE OF THE CITY MUNICIPAL COUNCIL

Bangalore City Dated 21st A u g u s t 1925

From

M G KRISHNASAMI RAO Esq BA

MUNICIPAL COMMISSIONER MUNICIPAL COUNCIL

BANGALORE CITY

To

B Nagappa, Esq , Ba[redacted]

Secretary to the Government of

His Highness the Maharaja of Mysore

Local and Legislative Departments

B a n g a l o r e

S I R,

With reference to Government Order No L 509-512/M1 127-23-13 dated 22nd July 1925 passing orders on the proposals of the Municipal Council Bangalore City, regarding the Bangalore Water Supply improvement scheme and calling on the Municipal Council to submit a scheme showing the ways and -- means for providing for Sinking Fund and Interest charges etc I have the honor to state as follows ---

1 The Government Order dated 22nd July 1925 was considered in great detail at two special meetings of the Council held on the 30th July 1925 and 5th August 1925 Copies of the resolutions are submitted herewith for information and early orders of Government on the several proposals made therein

2 The Council gratefully accepts and expresses its -- thanks to the Government for the outright grant of 1/3 of the total estimated cost of the scheme and for advancing the requisite loan at 5 per cent to run for 30 years

3 As regards the remaining two-thirds of the cost, the Government in para 10 (2) (a) of their order dated 22nd July 1925, direct that a minimum contribution of 1 lakh of rupees should

should be made from Municipal Funds But the Council respectfully invite the kind reference of Government to resolution No 5 of the Council Meeting dated 30th July 1925, request that the contribution be limited to 2/3 lakhs.sim for the purpose of calculation being rendered easy and -- workable

4 The Council has carefully worked out a scheme of ways and means providing for Sinking Fund and interest charges out of the current revenues and for bearing the maintenance charges The scheme is fully outlined in Annexure A and the Council requests that it may kindly be sanctioned toto

5 As regards the maintenance charges, which the Government direct should be borne completely by the Council from 1st July 1926 the Council respectfully represent that as Government in Para 13 of the Order say that they are not prepared for the present to transfer the management of the Water Works to the Municipal Council, that Government be requeste to pay 1/3 of the maintenance charges the remaining 2/3 be paid by the Council from their own revenues from the date new Water Works Scheme is put into operation or from 1st J 1926, within which date they earnestly request that the new scheme be put into operation the works being pushed through in the meantime with that object

The Council requests that early orders referred to in para 12 of the Government Order may kindly be issued.

7 Necessary action has been taken regarding the enhancement of the existing taxes and toll The increased rat on toll will be levied from 1st September 1925 and the increased taxes from 1st October 1925, as under the Regulation the latter can be given effect to only at the beginning of a quarte

quarter and not in the middle of it The imposition of new taxes on coffee hotels, messing hotels, aerated water --- factories, cinemas, etc , is under the consideration of the Council

As regards the transfer of the control over the Water Works to the Municipal Council, the Council appreciate fully the present position in view of what they state in para 13 of the Government order and requests that so far as the City portion of the distribution of the Water Works is concerned, the transfer be effected as and from 1st July 1926 or from the date on which the new improvements are actually effected and notified to the Council This request is made as the Council realises more than others the immense difficulties to which the people are put throughout the -- City for water

9 As Government have observed that separate orders will issue in the Public works Department regarding the -- levy of a flat rate of 4 annas per month as a charge for -- every house connection given and to be given and also the raising of the excess water charges from 12 annas to Rupee 1 - for every 1,000 gallons the Council considers it necessary - that early steps should be taken to provide every house connection with a meter There are now in the City about 3,000 -- unmetered house connections and the Council proposed that at least 1,000 additional meters be installed during the year and requests that Government will kindly instruct the Chief Engineer to make the necessary provision in his budget for the current year 1925-26

10 The Sinking Fund is proposed as stated in --- Annexure A, to be maintained at the Bank of Mysore, Ltd , -- with

---

for

with whom special arrangements as to the maintenance of Fund the interest rate to be allowed on it will be arranged for by the Council Pending sanction of Government the Honorary President negotiated in this matter with the Manager of the Bank of Mysore who has in his letter dated 6th August 1925 expressed his willingness to maintain the fund at 5½ per cent to be compounded every quarter Copy of his letter is --- attached hereto On receipt of sanction to this proposal b Government this matter will be finally settled with the -- approval of the Municipal Council

11 Finally, the Council respectfully and earnestly prays that immediate orders be passed on all the matters now submitted to Government, so that the City may be assured of an improved and copious supply of water before the 1st --- January 1926

I have the honour to be,

Sir,

Your most obedient servant,

Municipal Commissioner

Forwarded with Compliments,

To

Honorary President.

SM

Copy of letter dated 6th August 1925, from Mr W C Rose, Manager The Bank of Mysore, Ltd Bangalore, to Mr Mohamed Abbas Khan, Honorary President, City Municipal Council, Bangalore 28

With reference to our personal interview on the 3rd instant and your confidential D O letter No 22 of the 30th July 1925 I have now discussed with the Chairman the question of the rate of interest to be allowed by the Bank for the yearly sum of Rs 9 060/- to be paid by the Municipality for a period of 30 -- years towards the creation of a Sinking Fund for paying off the Water Works loan of Rs 6 lakhs from Government and Sir K P Puttanna Chetty agrees with me that 5½ % interest compounded quarterly is a sufficiently liberal rate of interest to be allowed for the Sinking Fund

---

"C o p y"

M K Krishnaswamy Rao

Municipal Commissioner

NO. 4.

PROCEEDINGS OF A SPECIAL MEETING OF THE CITY MUNICIPAL COUNCIL, BANGALORE, HELD ON THURSDAY THE 30TH JULY 1925 AT 5 P.M IN THE COUNCIL CHAMBER

---oOo---

PRESENT.

Mohammed Abbas Khan, Esq., (Honorary President)

COUNCILLORS

Mr * M Hanumanthappa,
" G.Muniyappa,
" Belur Srinivasaiengar, B A B L,
" S.N.M Razvi,
" V Venkatesiah,
" C K Kutchappa,
" G Siddaveerappa,
" B L Nyamma,
" G S Raghavendrachar,
" K Gopalaswami Iyer,
11 Mr. C.N Narasinga Rao B A, B L
12 " N Seshagiri Rao,
13 " C Jayavadan Rao, B A, B L,
14 " S V Kalyanpur,
15 " J M Isaac, B A M L A
16 " P Murugesam Pillay,
17 " P Subbarama Chetty
18 " P M Basappa,
19 " V A Krishnamurthi Mudaliar B A
20 " M C Chinnaswamy Mudaliar

ABSENT

Mr. B V Krishnaiengar,
" B K Garudachar,
" G Paramasivian, B A, LL B
" S Abdur Rahmon, B A
5 Mr G Venkataranga Iyengar
6 " M Ramachandra Rao Sahib,
7 Rev H Thorp,
8 Mr D Venkataramaiya B A
Mr B N Vijayaraghava M A B L

Subject --- Consideration of Government Order No L 509-512/M1 127 25-13 dated 22nd July 1925 in the matter of the improvements to the Water Supply, Bangalore City Printed copies of the order were already furnished to all the Municipal Councillors

At this meeting a motion for adjournment was moved by Mr Hanumanthappa and seconded by Mr S N M Razvi on the ground that copies of the Government Order were distributed to the Councillors only a day or two before the meeting but the motion was lost as 9 voted for and 11 against it

After reading certain portions of the Government Order and after some discussion as to its scope and application, the following resolutions were passed ---

1 Resolved that the Government's outright grant of 1/3 of the total estimated cost of the scheme as set down in Para 10 (2) of the Government Order, be gratefully accepted and the thanks of the Council be conveyed to the Government of His Highness the Maharaja of Mysore

for

37

for the same as well as for advancing the requisite loan to the Council

2 Resolved unanimously as proposed by Mr Belur Srinivasaiengar and seconded by Mr J R Isaac, that the Council do provide for the -- Sinking Fund and interest charges on the sanctioned water works loan from their current revenue, accruing due as per scheme of additional -- taxes to be levied and enhancement of certain existing taxes and tolls and the house connection charges already specified

3 Resolved unanimously that the Chief Engineer to the Government of Mysore, be requested to make provision in the budget for the -- current year 1925-26 for installing 1 000 additional meters in the -- City as at an early date as may be practicable

4 Resolved unanimously that the question of preparing the bye-laws required in connection with the imposition of new taxes sanctioned by Government in para 8 of their order dated 22nd July 1925 be referred to the Bye-law Committee the Committee submitting the same within 10 -- days from this date

5 Resolved also that the Government be requested to limit for the purpose of convenient calculation the contribution from the Municipal cash revenue to Rs 75 000/- Government being respectfully assured that this limit is demanded not with a view to save the balance of -- Rs 25,000/- required to make up the minimum of Rs one lakh prescribed by them in para 10 (2) of their Order dated 22nd July 1925 but with the sole desire of making the scheme of ways and means outlined in Annexure (A) to their resolution, a conveniently workable one

This resolution was put to vote and carried 9 voting for and 2 against

As it was nearly 8 P M the meeting was adjourned to Wednesday the 5th August 1925

Sd Mohamed Abbas Khan,
Honorary President.

"C o p y"

Municipal Commissioner

No. 8.

PROCEEDINGS OF AN ADJOURNED SPECIAL MEETING OF THE CITY MUNICIPAL COUNCIL, BANGALORE, HELD ON WEDNESDAY THE 5TH AUGUST 1925 AT 6 P M IN THE COUNCIL CHAMBER

-------oOo--------

P R E S E N T

Mohamed Abbas Khan, Esquire, (Honorary President)

COUNCILLORS

1. Mr. G Muniappa,
2. " Belur Srinivasiengar, B A , B.L ,
3. " S.N M Razvi,
4. " G Paramasiviah, B A , LL B ,
5. " V Venkatesaiya,
6. " C K Hutchappa,
7. " G Siddaveerappa,
8. " B Abdur Rahmon, B A
9. " G.B Raghavendrachar, B A ,
10. " R Gopalaswami Iyer,
11. " C.N Narasinga Rao, B A , B L
12. Mr S N Seetharama Rao
13. " C Hayavadana Rao Esq , B A , B L
14. " S Venkataranga Iyengar,
15. " N V Kalyanpur
16. " M Ramachandra Rao, Sindia,
17. Rev W H Thorp B A
18. Mr P Murugesam Pillay,
19. " P Subarama Chetty,
20. " P M Basappa,
21. " V A Krishnamurthi Mudaliar, B A
22. " M C Chicknanjundappa

A B S E N T

1. Mr B V Krishniengar,
2. " W H. Hanumanthappa,
3. " B K Garudachar,
4. " B.L. Byanna
5. Mr J R Isaac,
6. " D Venkataramaiya, B A , B T ,
7. " B V Vijayadeva, M A , Bar-at-Law

S u b j e c t s

1. Further consideration of the Government Order No L 509-512/M1 127-23-13 dated 22nd July 1925 on the scheme of Water Supply, Bangalore City.

2. Also certain draft resolutions proposed by the President

Letter dated 5th August 1925 from Mr J R Isaac, Municipal Councillor, stating that he is unable to be present at this meeting was read and recorded.

2 ● Before the proceedings began, the President brought to the --- notice of the Council that 3 petitions had been handed to him just then purporting to be from certain rate-payers requesting that this meeting of the Municipal Council might be adjourned for a month, as they wanted to hold a public protest meeting and submit a petition to His Highness the Maharaja in the matter The President observed that the petitions may be simply recorded as the petitioners had no locus standi in regard to the adjournment of a Council meeting This was agreed to by the Council

3. Mr. C N. Narasinga Rao proposed and Mr G B Raghavendrachar seconded that the whole house do go into a Committee and consider the draf resolutions proposed by the President, as such a course would enable the Councillers to speak more than once and facilitate free discussion of the whole question Messrs S N Sitarama Rao and C Hayavadana Rao spoke in support of this proposition and it was resolved unanimously that the -- whole ~~xx~~ house do go into a Committee under rule 27 of the rules relating to the conduct of business

Proceedings ~~xx~~ in Committee

Mr C N Narasinga Rao said that he had drawn up a scheme, which if approved would enable the Council to work out the proposed scheme without enhancing the water tax from 3 to 4½ per cent and placed before the Committee the following resolution ----

"Resolved that in view of the out-right grant by the Government of three and one-third lakhs and three-fourths of a lakh by the Municipality the loan to be discharged amounts to six lakhs and the same can be discharged without having recourse to an increased water rate from three to four and a half per cent, the same ~~xxx~~ be not levied at present "

The President pointed out that the Government had passed orders approving of the whole scheme, submitted by the Council after mature and --- long delibration, that it was not open for the Council to go back on its original proposals, that the enhancement of water tax had already become an accomplished fact and that all that remained was action under Section 62 of the Municipal Regulation Under that Section, they had already published notices in local news papers, specifying the date from which the enhanced taxes would be levied and therefore it would not be in order to reconsider the question at this stage He, however, permitted discussion to elicit the views of other members, Messrs G B Raghavendrachar and S.M.M Razvi supported the contention of the mover of the proposition, -- while Messrs G Paramasiviah, C Hayavadana Rao and V A Krishnamurthy Mudaliar opposed the proposition as ultra vires Messrs P Subbarama Chetty, M Ramachandra Rao sindia and R Gopalaswami Iyer also took part in the discussion Mr Belur Srinivasiengar said that under Section 47 of the Municipal Regulation, the Council had the power to suspend, reduce or

abolish

abolish any tax and that apart from the merits of the present case, it was not correct to say that the question of abolishing the tax cannot be considered at this stage. The President pointed out that the Section referred to "Existing Taxes" and not those which were about to be imposed under Section 62 of the Municipal Regulation from 1st October 1925

Mr C Hayavadana Rao pointed out that Section 47 had no application to the present case as all necessary action under Section 59 and 62 of the Municipal Regulation had been taken and that it was not open at this stage to the Council to go back on its original well considered resolutions --- which had been duly approved by the Government and notified in the papers

As Mr C N Narasinga Rao wanted a ruling from the Chair on the point, the President ruled that the point raised by Mr Narasinga Rao was out of order and that further discussion thereon could not be allowed under the rules

Mr C. N Narasinga Rao then took up the question of maintenance charges and stated that the Council had not committed itself to any policy and therefore the question of maintenance charges wouldhave to be considered - after the improvements are effected and control over Water Works transferred to the Municipality There was accordingly no need in his opinion to make any provision for this purpose as suggested in the draft resolutions of the President Mr G B Raghavendrachar supported his view The -- President said that this point had been discussed over and over again and the whole scheme as sanctioned by Government is subject to the one condition that the Municipal Council would bear completely the maintenance charges. He traced over again the history of this question since the year -- 1920 and the subsequent developments it underwent and read the resolutions adopted by this Council from time to time and invited the attention of members particularly to these resolutions passed by the Council on the 7th March and 20th May 1925 On this Mr Narasinga Rao withdrew his objection

Mr. C. N Narasinga Rao next pointed out that the depreciation charge proposed were exorbitant, that there was no reason why the present generation should be penalized to favour the posterity and suggested the deletion of the sum of Rs 41,000 and odd Mr C Hayavadana Rao pointed out the futility of the proposal and emphasised the fact that nowhere a work of this nature sought to be maintained perpetually without providing for

adequate depreciation charges He further remarked that because the --- scheme of Sir K. Seshadri Iyer, which provided the maintenance for depreciation fund, was not adhered to, the Council had been now landed into difficulties.

On this Mr. C N Narasinga Rao modified his proposal and urged for the provision of only Rs 20,000 instead of Rs 41,000 and odd

Mr C. Hayavadana Rao further dwelt on the subject and stated that the amount now provided was at a low rate and that it was unbusinesslike to reduce it any further Mr G Paramasiviah observed that whatever amount may be available as surplus would be put into the depreciation fund Mr C Narasinga Rao did not press the ~~xxx~~ point further But he however observed that the amount of Rs 2,17,000 mentioned in the Budget under the head ----- "Maintenance Charges," included 'depreciation' ~~xxx~~ To this, the President replied that the savings accruing from all such items would go to the Municipal Treasury

Mr Belur Srinivasiengar pointed out in a forcible speech that as regards control over the water works, the Government were going back on their declared policy as communicated to the Municipal Council from time to time and it was necessary that the control must vest in the Municipality But considering the circumstances explained in the Government order under discussion, he emphatically urged that at least the City portion of the distribution part of the works should be transferred to the Municipality The Committee approved of this suggestion

The draft resolutions proposed by the President were next discussed in detail and were unanimously approved by the Committee with the addition of the following resolution ---

"Resolved also that Government be re quested to transfer the City portion of the distribution of the Water Works, to the Bangalore City Municipal Council as and from 1st July 1926 or from the date on which the new improvements are effected and notified to the Council "

The Council then resumed its sittings as Council and unanimously confirmed all the resolutions adopted by the Committee which are detailed below :---

1. Resolved that the Council do adopt and submit for the acceptance of Government

Government the scheme appended herewith as Annexure (A), showing the ways and means for complying with the two conditions (b) and (c) mentioned by Government in their Order dated 22nd July para 10 (2)

2. Resolved further Government be requested to issue early their orders referred to in para 12 of their Order dated 22nd July 1925, in terms of -- the proposals already submitted

3. Resolved further that as regards bearing the maintenance charges of the works from 1st July 1926, Government be respectfully informed that in view of what they state in para 13 of their abovequoted order, dated 22nd July 1925, that Government do pay 1/3 of the maintenance charges and the Council find from their own revenues the other 2/3 as and from the date of the new Water Works Scheme is put into operation or from 1st July 1926, -- within which date they earnestly request that the new scheme to be put into operation, the works being pushed through meantime with that end in -- view

4 Resolved also that Government be requested to transfer the City -- portion of the distribution of the Water Works to the Bangalore City Municipal Council as and from 1st July 1926 or from the date on which the new improvements are actually effected and notified to the Council

5. Resolved also that Government be informed that the Council appreciate fully the present position as regards the transfer of management of the Water Works to the Municipal Council and in view of what they state, Government be requested to meet, as detailed in Resolution 3 above 1/3 o the annual maintenance charges inasmuch as the management will actually vest in them as heretofore and the Establishment and over-head charges are too heavy for the Council to bear at least in the immediate present

6. Resolved also that Government be respectfully requested to pass -- very early orders on all the matters now submitted to them, so that the -- City may be assured of an improved supply of water before 1st January 1926

Annexure A

Sinking Fund for an Interest on Rs 6 lakhs Loan. ---

Scheme as required by Government in Para 10 (2) (b) of their Order dated 22nd

22nd July 1925.

Total sum required	Rs 10 lakhs.
Government grant	Rs 3 1/3 lakhs
Balance	Rs 6 2/3 lakhs
Municipal Grant from Cash Reserve	Rs 2/3 lakhs
Loan required	Rs 6 lakhs

Taking the loan to be for Rs 6 lakhs and taking also for granted that the period of the Loan is 30 years, and that the payment is to be -- annual and the agreed rate of interest at 5 per cent per annum, the ---- amount to be paid into the Sinking Fund yearly will be Rs 9,060 (see Annexure B)

The total payment ~~xxxxxxxxxxxxxxxxxxxxxxxx~~ would be as follows ---

Thirty payments into Sinking Fund at Rs 9,060/- per annum	Rs 2,71 800
Thirty payments of interest at 5 % on Rs 6 lakhs at Rs 30,000/- per annum	Rs 9,00,000
T o t a l	Rs 11,71,800

The new heads and revised heads of taxation and the revised House connection charges will, it is expected, yield Rs 96,000/- per annum	Rs 96,000
Under the scheme the excess water charges would be retransferred to the Council which at present amount to	Rs 44,000
The amount now paid out of current revenues under the head of Water Supply and maintenance charges (P 9 of the Municipal Budget Estimates 1925-26)	Rs 52,000
T o t a l	Rs 1,92,000
Additional revenue from remunerative works as per (Annexure C)	Rs 30,000
Savings from new Water Works under electric charges and water charges paid to C & M Station	Rs 45,000
Additional income from unmetered 3,200 houses to be metered @ 1,000 houses per annum in a period of 3 years, provision being made for the same	Rs 50,000
T o t a l. ...	Rs 3,17,000

This total revenue may thus be allocated to --- (1) The Sinking -- Fund, (2) Interest on Loan Advanced (3) Depreciation on Works, (4) Maintenance charges and (5) Minor Renewals and Sundry repairs

To Sinking Fund as above	Rs	9,060
To Interest on Loan as above	Rs	30,000
To Depreciation Fund (At 2½ % on Rs 3½ lakhs and at 5% on Rs 6,60,000)	Rs	41,275
To maintenance charges in full on present scale (See Mysore State Budget Estimates for 25-26) (Page 58)	Rs	2,17,000
To minor Renewals and Sundry repairs Fund	Rs	15,000
T o t a l	Rs	3,12,335
Rounding Off	Rs	3,13,000

The anticipated revenue being Rs 3,17,000/- and the expenditure being as above Rs 3,13,000/- there will be available balance of Rs 4,000/- under this head

The Sinking Fund is proposed to be maintained at the Bank of Mysore Ltd Bangalore, with whom special arrangements as to maintenance of Fund, the interest, rate to be allowed on it, etc will be arranged for by the Council

The interest will be paid to Government annually on 1st October of each year through the same Bank together with the payment into the Sinking Fund on the same date, the new scheme of taxation coming into force under the Law on 1st October 1925

Annexure B

Sinking Fund Table (Yearly Payment)

No. of years over which loan extends	No of payments to Sinking Fund	Amount of interest received from Sinking Fund yearly 5 P C	5½ P C	6 p C
25	25	0210	0196	0182
30	30	0151	0138	0126

Annexure C

Additional Revenues from Remunerative Works ---

1	Proposed Setu Rao's Street Shops (Rent)	Rs 400 X 12	or	Rs 4,800
2.	Market Rear Stalls (Rent) (Under construction)	Rs 300 X 12	or	Rs 3,600
3.	Proposed Grain Bazaar (Rent)	Rs 400 X 12	or	Rs 4,800
4	Proposed shops on the site of the present Mutton Market.	Rs1000 X 12	or	Rs 12,000
5	Market Departmental collections (as per actuals)			Rs 7,000
	T o t a l.			Rs 32,000

Sd. Mohamed [illegible] Khan,

Honorary President

"Copy."

For Municipal Commissioner.

In
MWD 14986

Qwl 96-25-7

Proceedings of the Government of His Highness
the Maharaja of Mysore.
Public Works Department.

4 OCT

GENERAL & REVENUE DEPARTMENT RECEIVED AT
7 OCT 1925

Read:-

1. Government Notification No.772-G278 dated 20th June 1918, publishing revised rules for the regulation of water supply from the Chamarajendra Water Works.

2. Letter No.129 dated 7th April 1925 addressed to the Secretary to Government, Local and Legislative Departments, by the Municipal Commissioner, Municipal Town Council, Bangalore City, suggesting certain modifications as resolved by the Municipal Council, in the existing rules for the regulation of water supply in the Bangalore City.

3 Note No.P.32 dated 9th July 1925, by the Public Works Secretary on the subject.

4. W.O.No.L.G19-518/M.127-25-15 dated 22nd July 1925 on Bangalore City Water Supply.

Order No.M. 1088-93 Dated Bangalore, the 22nd October 1925.

In the Government Order dated 20th June 1918 read above, Government sanctioned revised rules for the regulation of the water supply in the Bangalore City.

2. Also, in the order dated 22nd July 1925 read above, Government have ordered, among other things, that the Bangalore Municipal Council will bear completely the maintenance charges of the Water supply scheme from 1st July 1925. Reference has been made in the W.O.No.L.G19-518/M.127-25-15 dated the 22nd July 1925 to certain proposals from the Municipal Council for revising the [illegible] connection charges, etc., and it was stated in that [illegible] the matter.

49

In this connection, the Bangalore City Municipal Council, have suggested the following modifications in the existing rules for the regulation of Water Supply in the Bangalore City:-

(a) Existing Rule No.8 restricts private house connections to such houses only whose annual rental value is Rs.100 or more. This restriction may be done away with, so that every house-owner who is prepared to pay for a connection may have a tap in his house.

(b) A flat rate of 4 annas per month be levied as a charge for every house connection already given and to be given hereafter.

(c) The existing rate of 12 annas for excess water charges be raised to Re.1/- for every 1,000 gallons.

(d) The free supply of water to Government Institutions may be done away with and a concession rate of 8 annas per 1,000 gallons be levied for all water drawn by those Government Institutions which have been enjoying a free allowance and 12 annas for every 1,000 gallons, in case where no such free allowance is now being enjoyed.

3

3. As regards Item (a) in re removal of the existing restrictions for granting house connections, the Chief Engineer of Mysore is of opinion that the grant of house connections to every house irrespective of the rental value is not advisable as the consumption, would go beyond control, thereby increasing the wastage to a considerable extent. The present distribution mains are also incapable of supplying water to all houses satisfactorily, as most of them are already overtaxed. Unless and until new distribution mains themselves are laid, the removal of the existing restriction is likely to prejudice the satisfactory supply of water to houses. The Chief Engineer is therefore not in favour of removal of this restriction.

4. Government agree with the Chief Engineer and consider that it is neither advisable nor practicable at this stage, to grant connection to houses whose annual rental value is below Rs.100/-. The question may be considered after the proposed improvements to the water supply Scheme are carried out, if the condition of storage and distribution may then permit.

5. As regards Items (b) and (c), Government are averse to the facility for increasing the income has to be afforded to the

Municipality, now that the maintenance charges of the Water Supply have to be borne by them. They are accordingly pleased to order that, with effect from 1st July 1925:-

(1) A flat rate of 4 annas per month be levied as a charge for every house connection already given and to be given hereafter, and

(2) The charge for excess water be raised from 12 annas to Re 1/- for every 1,000 gallons

7. As regards Item (d), Government are not in favour of this proposal at the present stage. The matter will be considered later on.

8. Necessary addenda to the Government Order of 1912 with reference to modifications now sanctioned vide para 6 above will issue.

K. O. Seshadri

Secretary to Government,
Public Works Department

To

The Chief Engineer of Mysore
The Municipal Commissioner, Municipal Council, Bangalore City.
The Secretary to Government, Local & Legislative Departments.
The Secretary to Government, Revenue Department
The Comptroller of Mysore
The Deputy Commissioner, Bangalore District.
PRESS TAM.E.

Submitted for favour of
T. E. S.

PROCEEDINGS OF THE GOVERNMENT OF
HIS HIGHNESS THE MAHARAJA OF MYSORE

Ml 96-25-14

READ -

1 G O No L 509-12/Ml 127-23-13 dated the 22nd July 1925 approving of the Bangalore Water Supply Improvement Scheme including the joint - - scheme of the Civil and Military Station, Bangalore, towards which the - - Civil and Military Station will contribute half the share of the cost and promising financial assistance to the Bangalore City Municipal Council for meeting their share of the Improvement subject to certain conditions and asking the Bangalore City Municipal Council to submit a scheme showing the - - ways and means for complying with the conditions and specifying additional - resources on which such a scheme is -- based

2 Letter No 29/25-26, dated the 21st August 1925, from the Municipal - Commissioner, Bangalore City Municipal Council, submitting for the consideration of Government a scheme as called for

L4317-19

ORDER No

Bangalore, 14/16 October '25.

In para 10 of their order of the 22nd July 1925 read above, Government directed as follows -

"(1) that the Bangalore Water - - Supply Improvement Scheme, includi

the Joint Scheme of the Civil and Military Station, Bangalore, to- - wards which the (Civil and Military) Station will contribute half - share be approved,

(2) that the Government give an outright grant of one-third of the total estimated cost of the -- Scheme relating to Bangalore City, provided

(a) that the Bangalore City - Municipal Council find - the remaining two-thirds of the cost as follows - 2 lakhs from their own - cash reserve, or as much as they can safely contribute subject to a - - minimum of one lakh leaving a sufficient balance after provision is made for meeting the urgent - remunerative capital - - works during the current year and the balance of the two-thirds share as a loan from Government - at 5 per cent to run for a period of not less - - than 25 years and not -- more than 30 years according to the financial scheme of repayment that may be finally approved by Government when proposals under (d) infra

are submitted by the Municipal Council,

(b) that the Municipal Council shall provide for Sinking Fund and interest charges out of their current revenues.

(c) that the Municipal Council will bear completely the maintenance charges of the works from 1st July 1926, and

(d) that the Municipal Council shall submit a scheme showing the ways and means for complying with the above two conditions specifying additional resources on which such a scheme is based

K

2 While gratefully thanking the Government for the outright grant of one-third the total estimated cost of the Improvement Scheme and for advancing the loan at 5 per cent for a period of not less than 25 and not more than 30 years, the Municipal Council have stated as follows

i that the contribution to be paid by the Council out of their reserve be limited to Rs 75,000 for the purpose of calculation being rendered easy and workable,

ii that as regards the ways and means for Sinking Fund and interest charges out of the current revenues of the Municipal Council and also -- for bearing the maintenance charges, the scheme outlined in annexure A may be --- sanctioned in toto,

iii that, in view of the fact -- that Government are not prepared to transfer the management of the Water Works to the Municipal Council, Government do pay one-third of the maintenance charges, the remaining two-thirds being paid by the Council from -- their own revenues from the date the new Water Works -- Scheme is put into operation or from 1st July 1926, and that at least the control of the City portion of the distribution of Water - Works be transferred to the Council from 1st July 1926 or from the date on which - the new improvements are -- actually effected and notified to the Council, and

iv that orders may be issued -- for installing at least - - 1,000 additional meters to house connections during --

the year and that the Chief Engineer be asked to make necessary provision therefor in his budget for the current year (1925-26)

3 The Sinking Fund which is calculated for a loan of 6 lakhs and repayment in 30 years is proposed to be maintained at the Bank of Mysore Ltd., and the President of the Municipal Council is said to have accordingly negotiated with the Manager of the Bank for the maintenance of the Fund at 5¼ per cent interest to be compounded for every quarter

4 The orders of Government conveyed in their order of the 22nd July 1925 relating to the financial assistance proposed to be granted by them to the Municipal Council was considered by the Finance and Taxation Committee at their meeting held on 3rd October 1925, and the Committee are of opinion that the contribution of the Municipal Council from its surplus balance should be limited to about three-fourths of a lakh and that the rest of the demand be met by borrowing and that the loan required by the Municipal Council may be advanced by Government at 5 per cent interest in view of the fact that Government would be completely relieved of the annual charges of maintaining the Water Works.

5 As regards the contribution payable out of the reserve of the - Municipal Council, a sum of Rs two lakhs was proposed in the first instance and it was subsequently limited by Government to a minimum of Rs 1 lakh

6 In their resolution the --- Council have reduced their contribution from the reserve to Rs 75,000 while in annexure A it is proposed to reduce it to two-thirds lakh -- Government observe that the Municipal Council should contribute as -- large a share as possible out of -- their existing revenues, that their loan obligations should be correspondingly reduced and that the plea of convenience in calculation - - brought forward for providing a reduced sum cannot be accepted as --- there is no difficulty whatever as apprehended by the Municipal Council in calculating Sinking Fund and interest charges on any loan amount whether an even lakh or an odd - - amount They accordingly direct - that the Council do provide for a - minimum of one lakh of rupees as -- fixed in the G O of the 22nd July 1925

7 As regards the proposals of the Municipal Council in regard to the creation of a Sinking Fund for repayment of the loan to be borrowed from Government, Government ob-

serve that the elaborate arrangements proposed by the Municipal Council are not necessary The loan may be repaid in 30 years but that the repayment need not be in one lumpsum after the expiry of the aggregate period -- allowed for the currency of the loan The annual sums, which the Municipal Council can spare for this purpose -- may be paid over to Government and -- the debt and interest charges reduced from year to year The Municipal -- Council can according to their calculations afford to spare a sum of - - Rs 39,000 annually for this purpose This amount may first be utilised for meeting the interest charge and the - balance adjusted towards the reduc- - tion of debt

8 As regards the charges for -- maintenance and operation, the Municipal Council propose that, in view of the fact that the Government continue to retain control and management of - their Water Works, one-third of these charges should be borne by Government This request cannot be entertained -- inasmuch as there is already a large complaint that the liabilities which should be borne by the rate-payers in the two Cities of Bangalore and Mysore, are met from State Revenues -- Though the present arrangement in regard to management may not be an xxxx ideal one, the Municipal Council have to accept the situation for reasons -

stated in para 13 of the order of --- July 1925 (and have to content themselves with the opportunities of consultation promised to be afforded to them Their proposal to give them the management over the City Water -- Supply Works System cannot also be -- sanctioned) The Municipal Council should arrange to pay the full charges for water supply maintenance from 1st July 1926

9 As regards the savings of --- Rs 45,000 counted upon by the Municipal Council from the new Water Works under electric charges and water -- charges paid to the Civil and Military Station, the Chief Engineer who -- was consulted in the matter is of --- opinion that, when the rising main is duplicated, the head will be reduced and more water can be pumped proportionately with the present power consumption and consequently there will be savings in power consumed and that there would be also no necessity to purchase water from the Civil and Military Station He however considers that the savings of Rs 45,000 expected by the Municipal Council is a little too high and that the maximum savings that could be expected may be put --- down at Rs 40,000 This amount may be adopted

10 Regarding additional income expected from metering 5,200 houses,

the Chief Engineer has stated that - - even though these are metered, such a large sum of Rs 50,000 cannot be expected, as many of the house owners -- consume only to the extent of their -- free allowance and that the only - - source of certain income is that derived from the levy of the flat rate of - 4 annas for each house connection and that the income from excess water - - charges may therefore not exceed - -- Rs 25,000 if all the houses are metered &

11 As regards the provision of meters for every house connection, the Chief Engineer estimates the cost at - more than a lakh of rupees and he is - therefore of opinion that it is unnecessary to fix meters for each house - connection especially as a flat rate - of 4 annas per house has been sanc- -- tioned by Government for every house - connection as proposed by the Municipal Council It would therefore be - sufficient if only such houses as are expected to consume more than the free allowance are metered Government -- agree with the Chief Engineer that the cost of installing meters, if required should be met by the Municipal Council as the work is an original one and is of a capital nature The Chief - - Engineer will arrange for the work -- being carried out if funds are provided by the Council

12 Orders have been already - issued by Government in the Public Works Department in their Order No 1088-93/ dated the 2nd October 1925 in regard to the proposals of the - Municipal Council for the levy of - charges for water consumed in Government institutions and of a flat rate of 4 annas per month for every house connection and for increasing the rates of excess water charges The proposal of the Council in regard to taxes on additional items - will be awaited

To L & L Secy . to Govt

The Pdt , City Ml Cl Bangalore

The Ch Engineer of Mysore

Comptroller Deputy Mrs. [illegible]

E W M